

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1492 – SB 1727

April 2, 2012

SUMMARY OF AMENDMENT (015860): Deletes all language after the enacting clause. Authorizes issuance of a new specialty earmarked license plate designated for the Stax Museum of American Soul Music and requires applicable initial issuance requirements to be met by July 1, 2013.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue –

\$3,800/General Fund/One-Time/FY11-12

\$15,600/Stax Museum/FY11-12

\$12,500/Tennessee Arts Commission/FY11-12

\$3,100/Highway Fund/FY11-12

\$17,500/Stax Museum/FY12-13 and Subsequent Years

\$14,000/Tennessee Arts Commission/FY12-13 and Subsequent Years

\$3,500/Highway Fund/FY12-13 and Subsequent Years

Increase State Expenditures - \$3,800/One-Time/FY11-12

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Revenue –

\$4,200/General Fund/One-Time/FY12-13

\$15,400/Stax Museum/FY12-13

\$12,300/Tennessee Arts Commission/FY12-13

\$3,100/Highway Fund/FY12-13

\$17,500/Stax Museum/FY13-14 and Subsequent Years

\$14,000/Tennessee Arts Commission/FY13-14 and Subsequent Years

\$3,500/Highway Fund/FY13-14 and Subsequent Years

Increase State Expenditures - \$4,200/One-Time/FY12-13

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Assumptions applied to amendment:

- Revenue (1,000 plates at \$35.00 each).
- According to the Department of Revenue, the cost of production has increased from \$3.76 per plate to \$4.25 per plate.
- Expenditures (Production cost: 1,000 plates at \$4.25 each = \$4,250 one-time).
- One thousand new plates will be purchased by individuals who currently do not have a specialty license plate.
- Net proceeds from the sale of such plates will be allocated as follows: 50 percent to the Stax Museum of American Soul Music; 40 percent to the Tennessee Arts Commission; and 10 percent to the State Highway Fund.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read 'Lucian D. Geise', is positioned above the printed name.

Lucian D. Geise, Executive Director

/rct